

DGD

INTELLOFAX 2

FEB 1952

CENTRAL INTELLIGENCE AGENCY

CLASSIFICATION SECRET/CONTROL - U.S. OFFICIALS ONLY
SECURITY INFORMATION

50X1-HUM

**INFORMATION REPORT
REFERENCE COPY**

REPORT

CD NO.

COUNTRY Hungary/USSR

DO NOT CIRCULATE

DATE DISTR.

4 August 1952

SUBJECT Hungarian-Soviet Bauxite-Aluminum Company

NO. OF PAGES

3

DATE OF
INFO.NO. OF ENCLS.
(LISTED BELOW)

50X1-HUM

PLACE
ACQUIREDSUPPLEMENT TO
REPORT NO.

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE OF THE UNITED STATES, WITHIN THE MEANING OF TITLE 18, SECTIONS 793 AND 794, OF THE U.S. CODE, AS AMENDED. ITS TRANSMISSION OR REVELATION OF ITS CONTENTS TO OR RECEIPT BY AN UNAUTHORIZED PERSON IS PROHIBITED BY LAW. THE REPRODUCTION OF THIS FORM IS PROHIBITED.

THIS IS UNEVALUATED INFORMATION

50X1-HUM

1. The Hungarian-Soviet Bauxite-Aluminum Company has its offices at Kossuth Lajos Tér 18, Budapest. The works themselves are at Almásfüzitő, near Lake Balaton.

2. This company is under the control of the Ministry of Light Industries and is a collective Hungarian-Soviet joint stock company, in which 55% of the shares are Soviet-owned and 45% are Hungarian-owned. In accordance with this joint ownership, the company is administered partly by Soviet and partly by Hungarian personnel. As this was a Hungarian-German enterprise prior to World War II, it was automatically converted into a Hungarian-Soviet joint stock company in 1945.

3. A branch of this company is the Dunavölgyi Timföldgyár, Danube Valley Alumina Works.

4. The plant at Almásfüzitő was founded in 1939, but its development was delayed by the war and it was not resumed until the end of 1946. The buildings were completed in 1951.

The machines were supplied partly by the Soviet Union and partly by Eastern Germany. Some of the machines have not yet been delivered by these countries. According to plan, all machinery was expected to arrive to enable the works to start operating at full capacity

50X1-HUM

50X1-HUM

5. The plant at Almásfüzitő produces no aluminum only the intermediate product: alumina (timföld). production amounted to 2 car loads of alumina per day.

50X1-HUM

6. The alumina is produced from bauxite at the works. This bauxite for alumina-processing comes from Moha, Fejér county, in the Danube valley. It is brought

CLASSIFICATION SECRET/CONTROL - U.S. OFFICIALS ONLY

STATE	X	NAVY	X	NSRB		DISTRIBUTION														
ARMY	X	AIR	X	FBI		ORR	Ev	X												

50X1-HUM

SECRET/CONTROL - U.S. OFFICIALS ONLY

-2-

by rail from Moha to Almasfüzitő at the rate of 22 cars per day, excepting Sundays and Mondays. These bauxite deliveries arrive punctually.

7. Coal supplies for the works at Almasfüzitő also arrive by rail. They come from Tatabánya, Tokod, and Solyvár.
8. The current is supplied from Bányhida. The works has its own power station; the 3 turbines require 5 carloads of coal per day.
9. All supplies are brought by direct rail connection to the factory area.
10. It is known that 80% of the production of this plant is sent directly to the Soviet Union; the cars loaded at Almasfüzitő pass on immediately to the Russo-Hungarian border station Záhony. The remaining 20% of the alumina production is transported by rail to Ajka in Veszprém county. [redacted] 50X1-HUM
approximately 20% of the total production was sent to Czechoslovakia, which was deducted from Soviet deliveries.

11. Leading personnel:

- a. The director of the joint stock company is a Soviet national, named Morosov (fnu). [redacted] 50X1-HUM
- b. The technical director is a Hungarian, named István Zákány; [redacted] 50X1-HUM
- c. The chief of the power station is Engineer Nagy (fnu), [redacted] 50X1-HUM
- d. The chief of building operations is also a Russian. His name is Jakoliev (fnu) [redacted]
- e. The Party secretary is János Mackos; [redacted] 50X1-HUM
- f. The leader of the "Hungarian Union of Fighters for Freedom" and the Youth Organization is Vince Gombás; [redacted] 50X1-HUM

12. Labor:

- a. [redacted] the total number of persons employed in Budapest and at Almasfüzitő was 1,500, of which 90% were employed at Almasfüzitő. 50X1-HUM
Of this figure, approximately 500 were women. No children are employed by the works.
- b. At Almasfüzitő work is done in two shifts. Sunday counts as a working day.
- c. Owing to the importance of the plant the employees are well-paid. Nevertheless, there is much dissatisfaction among the workers, because of the strenuous nature of the work and the fact that Sundays are not free.

SECRET/CONTROL - U.S. OFFICIALS ONLY

SECRET/CONTROL - U.S. OFFICIALS ONLY

50X1-HUM

-3-

13. Security:

50X1-HUM

- a. [] an infantry company, consisting of 110 men was suddenly ordered to Almásfüzitő, as the management feared acts of sabotage. The infantry company is housed in wooden hutments outside the plant area. The guards are posted inside the factory enclosure.
- b. Apart from this infantry unit, there is an AVH unit of 10 men, which serves day and night as factory guard.
- c. Anyone may gain admission to the directorate of the plant in Budapest, but only possessors of valid entry permits with photographs are admitted to the works at Almásfüzitő.
- d. [] no special air raid precautions had been introduced; 50X1-HUM only air raid siren practices were occasionally heard.

SECRET/CONTROL - U.S. OFFICIALS ONLY